GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:330
ANSWERED ON:03.02.2017
Mission Indradhanush
Ram Mohan Naidu Shri Kinjarapu;Singh Shri Parvesh Sahib

Will the Minister of FINANCE be pleased to state:

(a) whether the Government has launched Mission Indradhanush to improve the efficiency and functioning of all public sector banks and if so, the details thereof including salient features of the mission;

(b) whether the Non Performing Assets (NPAs) of Public Sector Banks (PSBs) have decreased since the launch of Mission Indradhanush;

(c) if so, the details and the status of total NPAs along with the loan amount recovered/written off during each of the last three years and the current years, bank and State-wise;

(d) whether the Banks Board Bureau (BBB) has been constituted and if so, the details thereof including composition, objectives and functions of the Bureau;

(e) whether the BBB has suggested any strategies to improve the functioning of PSBs; and

(f) if so, the details thereof and if not, the reasons therefor?

Answer

The Minister of State in the Ministry of Finance

(a): In August 2015, the Government introduced Indradhanush Plan for revamp of Public Sector Banks. Under the Indradhanush Plan action related to (i) Appointment (ii) Bank Board Bureau (iii) Capitalization (iv) De-stressing PSBs (v) Empowerment (vi) Framework of Accountability (vii) Governance Reforms has been initiated by the Government.

(b) & (c): The details of Gross Advances, Gross Non-Performing Assets (GNPA) amount and Gross NPA ratio of Public Sector Banks (PSBs) since launch of Indradhanush Plan are as under:

(Rs. in crore)
PUBLIC SECTOR BANKS (PSBs)
GROSS ADVANCES GROSS NPA GNPA RATIO
FY 2016 51,04,914 5,02,068 9.83%
Sep -2016 49,86,144 5,89,502 11.82%
Source : RBI

The details of the amount written off by PSBs since launch of the Indradhanush Plan are as under:
Public Sector Bank data on Write-offs
(Rs. in Crore)
Bank Name Write offs
Mar-2016 Sep-16
Public Sector Banks 59,547 25,825
Source: RBI/PSBs

The details of loan amount recovered / written off is at Annex I & II.

(d): The Government of India, on February 28, 2016 announced the constitution and composition of the Bank Board Bureau (BBB). The Bureau started functioning from April 01, 2016 as an autonomous recommendatory body with three ex-officio members and three expert members in addition to Chairman. Chairman and members are part time. The Bureau is constituted as follows:
Sl. No. Name/Designation Designation
1 Shri Vinod Rai, Former CAG of India Chairman
2 Secretary, Department of Financial Services Ex-officio member
3 Secretary, Department of Public Enterprises Ex-officio member
4 Deputy Governor, Reserve Bank of India Member
5 Dr. Anil K. Khandelwal, Former CMD of Bank of Baroda Member
6 Shri H.N. Sinor, Former Joint MD, ICICI Bank Member
7 Ms Roopa Kudva, Former MD&CEO, CRISIL Member

The functions of the Banks Board Bureau are as follows:
(i). To be responsible for the selection and appointment of Board of Directors in Public Sector Banks (PSBs) and Financial Institutions (FIs) (Whole-time Directors and Non-Executive Chairman).
(ii). To advise the Government on matters relating to appointments, confirmation or extension of tenure and termination of services of the Board of Directors of the above mentioned levels.
(iii). To advise the Government on the desired structure at the Board level and for senior management personnel for each PSB and FI.
(iv). To advise the Government on the formulation and enforcement of a code of conduct and ethics for managerial personal in PSBs/FIs.
(v). To advise the Government on evolving suitable training and development programmes for management personnel in PSBs/FIs.
(vi). To build a data bank containing data relating to the performance of PSBs/FIs, its senior management and the Board of Directors and share the same with Government.
(vii). To help banks to develop a robust leadership succession plan for critical positions that would arise in future through appropriate HR process including performance management systems.
(viii). To help banks in terms of developing business strategies and capital raising plan etc.

(e) & (f): The mandate given to the Bureau is to help banks in terms of developing business strategies. In fulfilling this mandate, the Bureau does not envisage formally prescribing specific strategy for each bank as the Bureau is mindful of the need to have fully empowered boards which should drive the overall strategy of the bank within its risk capacity and also act as custodians who would reconcile the diverse interests of various stakeholders.

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Annex -I
Lok Sabha Unstarred Question No. 330 for 03.02.2017.
NPAs of PSBs recovered through various channels
(Amount in Rs. Crore)

2013-14 2014-15 2015-16
Channels of Recovery No of cases referred Amount involved Amount recovered No of cases referred Amount involved Amount recovered No of cases referred Amount involved Amount recovered
LokAdalat 11,67,059 17016 1414 25,96,351 27020 931 42,44,800 69017 3134
DRTs 24,813 45350 4460 18397 53203 3484 19,133 57439 5590
SARFAESI 1,81,216 86783 22178 1,66,804 146306 23434 1,59,147 65008 11033
Total 13,73,088 149149 28052 27,81,552 226529 27849 44,23,080 191464 19757

Source: RBI

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ANNEX-II
Public Sector Banks-wise data on Write-offs
(Rs in crore)
During FY Ended at
Bank Name Mar-14 Mar-15 Mar-16 Sep-16
ALLAHABAD BANK 782 2,109 2,097 483
ANDHRA BANK 263 1,124 1,179 404
BANK OF BARODA 964 1,564 1,664 1,358
BANK OF INDIA 1,767 801 2,374 1,993
BANK OF MAHARASHTRA 401 264 903 351
BHARATIYA MAHILA BANK LTD. 0 0 0 -
CANARA BANK 1,591 1,472 3,387 1,407
CENTRAL BANK OF INDIA 1,995 1,386 1,279 503
CORPORATION BANK 463 779 477 430
DENA BANK 479 515 1,488 268
IDBI BANK LIMITED 1,393 1,609 5,459 920
INDIAN BANK 628 550 926 808
INDIAN OVERSEAS BANK 1,474 3,131 2,578 408
ORIENTAL BANK OF COMMERCE 1,252 925 1,668 533
PUNJAB AND SIND BANK 204 263 335 118
PUNJAB NATIONAL BANK 1,947 6,587 7,340 2,505
SYNDICATE BANK 1,025 1,527 1,995 446
UCO BANK 1,423 1,401 1,573 20
UNION BANK OF INDIA 913 931 792 30
UNITED BANK OF INDIA 481 761 649 127
VIJAYA BANK 296 791 510 433
Nationalised Banks 19,739 28,489 38,674 13,545
STATE BANK OF BIKANER AND JAIPUR 399 363 1,399 601
STATE BANK OF HYDERABAD 31 355 1,569 15
STATE BANK OF INDIA 13,177 21,313 15,763 10,673
STATE BANK OF MYSORE 403 740 588 3
STATE BANK OF PATIALA 463 755 1,156 902

STATE BANK OF TRAVANCORE 196 526 398 86
State Bank of India and its Associates 14,670 24,052 20,873 12,280
Public Sector Banks 34,409 52,542 59,547 25,825
Source: RBI

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